

56. KERALA HITECH INDUSTRIES LIMITED

I Date of incorporation	19th June, 1989		
II Address - Registered Office	Chackai, Airport Road, Beach P.O Thiruvananthapuram - 695 007		
III Phone, Fax & E-mail	2501325, Fax:0471 2500702 keltec@md2.vsnl.net.in		
IV Administrative Dept. (Under Govt.)	Industries Department		
V Name of Chairman	Shri. R.V. Perumal		
VI Name of Managing Director	Shri G.M. Nair		
VII Present Activities	Manufacturing of components and Systems for Aerospace.		
VIII Manpower as on 31-3-05	No.	Average Emoluments per person (Rs. per month)	
a. Workers (all non-supervisory employees in factory, office and field)	177	-	
b. Supervisory Staff (in factory office and field)	26	-	
c. Executives	30	-	
d. Senior Executives (Heads of department and above)	3	-	
Total	236		
	2002-03	2003-04	2004-05
IX Bonus	Nil	Nil	Nil
X Financial Position (Rs.in lakhs)			
A. Liabilities			
1. Capital			
a. Authorised capital	1500.00	1500.00	1500.00
b. Paid up capital	1300.00	1300.00	1300.00
2. Reserves & Surplus			
a. Other reserves	-	0.05	0.05
3. Long-term loans			
a. Government	756.00	756.00	-
b. Others (ISRO)	890.90	765.67	606.69
DRDO	990.00	990.00	982.00
4. Current liabilities & provisions			
a. Sundry creditors	54.13	16.90	17.88
b. Other current liabilities	1114.66	1928.76	2025.95
Total	5105.69	5757.38	5688.57
B. Assets			
5. a. Fixed assets:Gross Block	4204.29	4256.14	4307.40
b. Less: Depreciation	1989.76	2220.09	2452.44
c. Net fixed assets	2214.53	2036.05	1854.96
d. Capital work in progress	3.25	4.34	-
6. Investments	Nil	Nil	Nil
7. Current assets			

a.	Cash & Bank balance	6.72	379.31	31.99
b.	Sundry debtors	598.95	746.20	1269.11
c.	Advances	113.64	366.79	290.97
d.	Stock			
i)	Raw materials	77.86	82.53	59.88
ii)	Semi-finished goods (Work-in-process)	452.70	521.05	561.95
8.	Miscellaneous expenditure not written off/adjusted			
a.	Preliminary expenses	0.23	-	-
b.	Deferred advertisement	3.39	2.88	2.88
c.	P & L Account (Accumulated loss, if any)	1634.42	1618.23	1616.83
	Total	5105.69	5757.38	5688.57

C. Other Details

1	Share distribution(%)	-	-	-
2	Net worth	-338.04	-321.06	436.34
3	Capital employed	2298.86	2190.61	2025.03
4	Capital invested	3936.90	3811.67	3644.69
5	Working capital (Current assets - Current liabilities)	81.08	150.22	170.07

XI Working results: (Rs. in lakhs)

1. Income

a.	Sales/Service charges	895.50	1099.89	1497.39
b.	Other Income	12.15	9.38	25.08
c.	Increase / decrease in stock of finished goods & work-in-progress	100.03	70.63	-139.54
	Total	1007.68	1179.90	1382.93

2. Expenditure

a.	Raw materials,chemicals etc. consumed	15.86	162.79	323.50
b.	Power, fuel and water charges	72.25	80.51	85.11
c.	Other expenses	308.37	201.02	212.33
d.	Personnel expenses	393.56	420.80	448.67
e.	Excise duty	1.02	1.88	1.96
f.	Administration expenses	61.91	65.36	68.72
g.	Depreciation	225.04	230.84	232.34
	Total	1078.01	1163.20	1372.63

	Operating profit/loss(+/-)	-70.33	16.70	10.30
	+/- Prior period adjustment	-2.69	-0.51	-8.91
	Net profit/loss (+/-)	-73.02	16.19	1.39

XII Taxes & duties:

a.	Excise Duty	1.02	1.88	1.99
b.	Sales Tax	7.24	6.94	13.82

XIII Dividend Nil Nil Nil

XIV Long Term Loans (Rs. in lakhs) State

(including interest)	Govt.	Others	Total
a. Opening balance (01-04-04)	756.00	1755.67	2511.67
b. (+) Additional loans availed during the year	-	-	-
c. (-) Payment made during the * year (Principal + Interest)	756.00	166.98	922.98
d. Closing balance (as on 31-03-05)	-	1588.69	1588.69

* Converted into equity shares

XV Interest charges on term loans Nil Nil Nil

XVI Statutory dues as on 31-03-05	Opening balance as on 01-04-04	Amount paid during the year	Balance to be paid on 31-03-05
a. Provident Fund	0.16	66.34	0.04
b. E.S.I	-	0.96	-

XVII Production: Rs. 13.77 lakhs

XVIII Sales(Product-wise) : Rs. 14.97 lakhs

XIX Financial / Operating ratios	2002-03	2003-04	2004-05
a Debt-equity ratio	2.03:1	1.93:1	0.77:1
b Current ratio	1.07:1	1.08:1	1.08:1
c Receivables to sales (in months)	8.03	8.14	10.17
d Stock of raw materials to consumption (in months)	6.40	6.08	2.22
e Consumption to sales (%)	16.31	14.80	21.60
f Net profit to sales(%)	-8.15	1.47	0.09
g Return on investment (%)	-3.18	0.74	0.07

XX Status of Accounts

- a. Year up to which Accounts have been finalised by the company 2004-05
- b. Year up to which audit is complete 2003-04

XXI Employee Development:	2002-03	2003-04	2004-05
1 No.of persons sent for external training programmes	26	39	24
2 No.of in-house programmes	3	1	2
3 No.of persons covered in in-house programmes	440	34	166

XXII Income-tax Benefits/Reduction/Relief

- a) Have you initiated any activity or project during the year that would result in income tax benefits/reduction/relief for the company? Yes

There is a carry forward loss of Rs.27.21 crores as per the IT provision. Hence there is no tax liability for the Company for the year.

XXIII Summary of Performance

During the year under review, the sales of the Company has increased by 36% to Rs.1497.39 lakhs as against Rs.1099.89 lakhs during 2003-04. However, the net profit of the Company has come down to Rs.1.39 lakhs as compared to Rs.16.19 lakhs during the previous year. The net worth of the Company has turned to positive during the year 2004-05. The accumulated loss of the Company at the end of the year amounts to Rs.1616.83 lakhs.

THE AUDIT AND ACCOUNTS OF THE COMPANY IS COMPLETE UP TO 2003-04.